NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

OUT OF THE

THIS LEASE AGREEMENT is made this

described land, hereinafter called leased premises:

Development

Corporation

PAID UP OIL AND GAS LEASE

(No Surface Use)

whose addresss is 2201 WindSor Place, Fort Worth Texas 76/10 as Lessor, and, DALE PROPERTY SERVICES, L.L.C., 2100 Ross Avenue, Sufte 1870 Dallas Texas 75/201, as Lessee. All printed portions of this lease were prepared by the party hereinabove named as Lessee, but all other provisions (including the completion of blank spaces) were prepared jointly by Lessor and Lessee.

1. In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases and lets exclusively to Lessee the following

inc.,

February

, 2009, by and between

BLOCK .

ADDITION, AN ADDITION TO THE CITY OF

Corporation

Fort W	orth	D.4.0.E	TARRANT (COUNTY, TEXAS,	ACCORDING TO	THAT CERTAIN	PLAT RECORDED
IN VOLUME	<u> </u>	, PAGE		OF THE PLA	T RECORDS OF	TARRANT COU	NIY, IEXAS.
reversion, prescriptio substances produce commercial gases, a land now or hereafte Lessor agrees to exe	d in association ther is well as hydrocarbo if owned by Lessor w cute at Lessee's requ	the purpose of explorewith (including geon geon geon geon geon geon geon ge	ring for, develo aphysical/seismito the above-dor adjacent to the supplemental in	ping, producing and mai c operations). The terr escribed leased premise ne above-described lease	rketing oil and gas, aling "gas" as used here so this lease also cove ad premises, and, in complete or accurate des	ong with all hydrocar ein includes helium, rs accretions and an onsideration of the af cription of the land so	r may hereafter acquire by bon and non hydrocarbon carbon dioxide and other y small strips or parcels of prementioned cash bonus, covered. For the purpose more or less.
as long thereafter as	which is a "paid-up" le oil or gas or other su I in effect pursuant to	bstances covered he	reby are produc	force for a primary term ed in paying quantities fr	of <u>Five</u> rom the leased premise		om the date hereof, and for d therewith or this lease is
separated at Lessee Lessor at the wellhead market the wellhead market prevailing price) for severance, or other chave the continuing rithen prevailing in the nearest preceding dathe leased premises hydraulic fracture stirbe producing in payir being sold by Lessee depository designate are shut-in or producture stirbe producing in payir sold by Lessee from another of such operations or 4. All shut-in rebe Lessor's depository dadress known to Lepayment hereunder, 5. Except as premises or lands propursuant to the province of the lessed premises of the province of the province of the production in the leased premise of the production in Lessee shall drill sucto (a) develop the leleased premises from	is separator facilities and or to Lessor's cred price then prevailing production of simila in the cight to purchase such a same field, then in the as the date on which or lands pooled there mulation, but such we nig quantities for the part, then Lessee shall part of the	the royalty shall be lit at the oil purchase in the same field (or grade and gravity: (r's transportation if there is no serif there is no serif there is no serif the sevaling wellhead see in delivering evailing wellhead see in delivering evailing wellhead see its purchases wither producing shut-in or producing shut-in or producing this lease. If for any period and the see; provided the deposit of changes in the depository by deposit in the depository by deposit in the depository single depository single depository single depository single depository single depository single depository in the depository single depository in the depository in the depository in the seriform, this choperations resort lands pooled able of producir	n facilities, provided that such price then prevailin ncluding casing head g by Lessee from the sale g, processing or otherwisd market price paid for pich a prevailing price) put in hereunder; and (c) if at ioil or gas or other substation there from is not being a period of 90 consecutore then covered by this hereafter on or before eat at if this lease is otherwisewith, no shut-in royalty is the ownership of said land to Lessor or to Lessor's the ownership of said land in the US Mails in a starrould liquidate or be suct a substantial in the casting well or for drilling on of operations on such wise being maintained in the less shall remain in for esult in the production of bled therewith. After continuing in paying quantities or in the rewith as a reasonability in paying quantities or in the production of the merital paying quantities or the paying paying quantities or the paying paying paying quantities or the paying paying paying paying paying paying payi	Lessee shall have the g in the same field, th as) and all other sub thereof, less a proportion of similar quarts and the end of the primary lances covered herebying sold by Lessee, sucutive days such payment to comparable g the end of the primary lease, such payment the lease, such payment the primary lease, such payment the lease, such payment the lease, such payment the primary lease of the amount due, is credit in at lessor's d. All payments or tending denvelope address creded by another institution in paying quantification in paying quantification in paying quantification in paying quantification of a vell capal or	oduction, to be delivicontinuing right to puen in the nearest fiel istances covered he tionate part of ad valor other substances, ality in the same field purchase contracts elemmor any time there in paying quantities of the well or wells shall lead to be a substances, and of said 90-day per by operations, or if pand of the 90-day per but shall not operate address above or ers may be made in eled to the depository attitution, or for any real tion as depository agottes (hereinafter called cause, including a rot otherwise being in ror otherwise being in ror otherwise obtain days after such cessahen engaged in drilling or more of such operations of the population of the said or lands pooled thereinanter called drill under the said or lands pooled thereinanter can be said the said or lands pooled thereinanter can be said or lands pooled thereinanter can be said the said of lands pooled thereinanter can be said the said of lands pooled thereinanter can be said the said of lands pooled thereinanter can be said the said of lands pooled thereinanter can be said the said of lands pooled thereinanter can be said the said of lands pooled thereinanter can be said the	other liquid hydrocarbons ared at Lessee's option to urchase such production at d in which there is such a reby, the royalty shall be orem taxes and production, provided that Lessee shall (or if there is no such price thered into on the same or eafter one or more wells on a reuch wells are waiting on the vertheless be deemed to the roduction there from is not or to Lessor's credit in the riod while the well or wells roduction is being sold by the vertical of the vertical control of vertical contro
6. Lessee shadepths or zones, and proper to do so in ord unit formed by such i horizontal completion completion to conforr of the foregoing, the prescribed, "oil well" feet or more per ba equipment; and the equipment; and the tomponent thereof. Production, drilling or eworking operations net acreage covered Lessee. Pooling in counit formed hereunding such a revisile leased premises is in be adjusted accordin a written declaration.	If have the right but in did as to any or all subtider to prudently devel pooling for an oil well in shall not exceed 640 in to any well spacing terms "oil well" and "means a well with an irrei, based on 24-hotterm "horizontal comparem "horizontal compareworking operation or neworking operation on the leased premial by this lease and in one or more instances er by expansion or coted by the government on, Lessee shall file of the lease of the describing the unit and the significant of the lease of the describing the unit and the significant of the significant of the significant of the lease of the significant of the lease of the significant of the sign	not the obligation to postances covered by open or operate the lead which is not a horized acres plus a maxim or density pattern the gas well' shall have initial gas-oil ratio of pur production test completion' means an oil ling rights hereunder means anywhere on a urreses, except that the pictuded in the unit be a shall not exhaust Leontraction or both, eight authority having of record a written ded from the unit by virtif production in payim distating the date of thineral estate in all oil	this lease, eithesed premises, vontal completion or many be presented at may be presented at may be presented at may be presented under the meanings peless than 100,0 onducted under well in which the well in which the which include the which include the well in which in the which include the production on wars to the total assee's pooling ther before or a jurisdiction, or the claraction described and the work of such revising quantities from a many part of the	er before or after the col- whether or not similar por a shall not exceed 80 acr erance of 10%; provided i- cribed or permitted by an irescribed by applicable i- ar normal producing cond the horizontal component ille of record a written de es all or any part of the hich Lessor's royalty is o gross acreage in the un rights hereunder, and Le after commencement of o conform to any produce bing the revised unit and sion, the proportion of un n a unit, or upon perman- ling hereunder shall not leased premises, the ro	mmencement of producioning authority exists we see plus a maximum ace that a larger unit may be y governmental authoriaw or the appropriate authoriam or the appropriate authoriam or the gross competical authoriam of the gross competical aration describing the leased premises shall alculated shall be that it, but only to the extenses eshall have the reproduction, in order to stitive acreage deterministating the effective dit production on which ent cessation thereof, I constitute a cross-conyalties and shut-in royalties and	ction, whenever Lestith respect to such of the greage tolerance of 11 the formed for an oil with having jurisdiction governmental author well with an initial galease separator facilletion interval in faction interval in the rese unit and stating the proportion of the totant such proportion of the totant such proportion of curring right but not conform to the well attended to the well attended to the totant of the conform to the well attended to the totant of the conform to the well attended to the totant of the conform to the well attended to the totant of	r interests, as to any or all see deems it necessary or ner lands or interests. The 1%, and for a gas well or a sell or gas well or norizontal to do so. For the purpose ity, or, if no definition is so soil ratio of 100,000 cubic lities or equivalent testing lities or equivalent testing ervoir exceeds the vertical effective date of pooling, were production, drilling or I unit production which the sunit production is sold by he obligation to revise any spacing or density pattern governmental authority. In e extent any portion of the hereunder shall thereafter at the unit by filling of record der for any well on any part to the full mineral estate in

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter separately in proportion to the interest which each owns. In Lessee transfers its interest interest interest in the same arising with respect to the transferred interest, and failure of the transferree to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of

the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

in accordance with the net acreage interest retained hereunder.

in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during

having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's

obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering ail or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and time after said judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default not person.

time after said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or

other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until

Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

operations.

be executed in counterparts, each of which is deemed an original and all of which only constitute one original

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.

LESSOR (WHETHER ONE OR MORE)
Richard J. Anderson - Um alessan
By: Kichard T Andersen Corporation Corporation Corporation Corporation Corporation
ACKNOWLEDGMENT
STATE OF Texas COUNTY OF Target This instrument was acknowledged before me on the 24 day of March Floruary, 2009, by: Rightar AT Hinderson as Hoside at of Anston Development Operation, Inc., a Texas Corporation on bright Said Corporation. MARIA MUNOZ PADILLA Notary Public, State of Texas My Corporation Expires Notary Public, State of Texas Notary's name (printed): Notary's commission expires:
STATE OF Texas COUNTY OF Tarrant This instrument was acknowledged before me on the 24 day of PAET February 2009, by: Ava Andersm as secretary of Ansten Development Corporation, Inc., a Texas coi paration on behalf of Still coi fee at ion. Notary Public, State of 12

12

Notary Public, State of _ Notary's name (printed): Notary's commission expires:

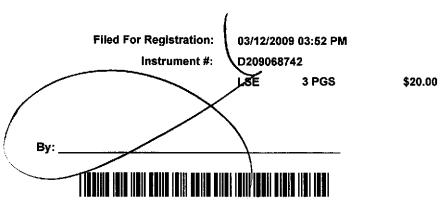


DALE PROPERTY SERVICES
ATTN: ANN VANDENBERG
2100 ROSS AVE, STE 1870, LB-9
DALLAS TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.



D209068742

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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